GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1851
ANSWERED ON:24.08.2007
IDBI ASSISTANCE FOR POWER PLANTS
Gehlot Shri Thaawar Chand

Will the Minister of FINANCE be pleased to state:

(a) the assistance provided for setting up of powÂ«r plants in the country by Industrial Development Bank of India during the last toje years, company-wise;

(b) whether the IDBI has any machinery to check proper utilisation of such assistance; and

(c) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a): Details of assistance provided for setting up of Power Plants in the country by IDBI Ltd. during the last three years are as under:

Assistance by IDBI Ltd. to Power Plants

Year	No. of companies	Sanctioned amount (Rs. in Crore)	Amount disbursed
2004-05	18	2,521.98	1,009.71
2005-06	31	4,601,35	3,286.84
2006-07	25	3,499.10	3,347.60

(b) & (c) : IDBI grants assistance, both by way of Rupee Term Loan / Foreign Currency Loan / Deferred Payment Guarantees, to Independent Power Producers (IPPs) or Utility Companies for setting up of the power projects

The monitoring of the projects is undertaksn both through` normal process viz. obtaining progress reports, undertaking visits before disbursements, appointing nomineg directors and through a special mechanism i.e. by appointing lenders` engineers, an expert agency, which reviews the technical aspects of the project and reports about the status of implementation of projects etc. The end-use of funds also is generally ensured by routing all the disbursements through Tiust & Retention Account, No-Lien Account and by obtaining certificate from the statutory auditors / chartered accountants for the expenditure incurred towards the project as also means of financing thereof.